

B. J. Duplantis bduplantis@gordonarata.com

P.O. Box 81829 (Zip 70598-1829) 400 East Kaliste Saloom Road, Suite 4200 Lafayette, Louisiana 70508-8517 (337) 237-0132 • Fax (337) 237-3451 www.gordonarata.com

November 27, 2006

Ref: 4588-24731

Honorable James H. Welsh Commissioner of Conservation Post Office Box 94275 Baton Rouge, LA 70804-4275

Re:

Hearing Application

Bathysiphon Zone, Reservoir A

NORTH CHALKLEY FIELD

Jefferson Davis Parish, Louisiana

Applicant: Royal Production Company, Inc.

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of Royal Production Company, Inc. for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Bathysiphon Zone, Reservoir A, North Chalkley Field, Jefferson Davis Parish, Louisiana.

- To create a single drilling and production unit of approximately 135 acres for the Bathysiphon Zone, Reservoir A, designated as the BATH RA SUA, North Chalkley Field, Jefferson Davis Parish, Louisiana, all as shown more particularly on the attached plat;
- 2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit;
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;
- 4. To designate a unit well and unit operator for the unit created herein, and
- 5. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

201 St. Charles Avenue, 40th Floor · New Orleans, Louisiana 70170-4000 · (504) 582-1111 · Fax (504) 582-1121 One American Place · 301 Main Street, Suite 1600 · Baton Rouge, Louisiana 70825 · (225) 381-9643 · Fax (225) 336-9763 GAMDE-LAF:37436_200 West Loop South, Suite 1050 · Houston, Texas 77027 · (713) 333-5500 · Fax (713) 333-5501

Hon. James H. Welsh November 27, 2006 Page 2

The Bathysiphon Zone, Reservoir A in the North Chalkley Field is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of 11,535 feet and 11,800 feet (electrical log measurements) in TXO Production Corporation-Miller-Langley No. 1 Well, located in Section 33, Township 11 South, Range 6 West, Jefferson Davis Parish, Louisiana.

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, the Commissioner of Conservation, the District Manager of the Lafayette District of the Office of Conservation and all interested owners, represented parties and interested parties known to the applicant after a reasonable search were notified in writing in the pre-application notice dated November 13, 2006 that a conference to discuss the proposed application was tentatively scheduled for 10:00 a.m. on Wednesday, December 6, 2006. It was stated at that time that this conference would be held only if a request to confer were received by the undersigned within ten (10) calendar days after the date of the pre-application notice. No requests to confer were received either in writing or by telephone and, in accordance with the Rules of Procedure, the tentatively scheduled conference WILL NOT BE HELD.

Attached hereto and made a part hereof is a plat outlining the BATH RA SUA, Jefferson Davis Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

Any pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. David Comeaux of Leon E. Comeaux & Associates, P. O. Box 53922, Lafayette, LA 70508 (337) 233-9839.

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, representing the required hearing application fee.

Verv truly vours

BJD/ht

Attachments

cc: Mr. Richard D. Hudson

District Manager, Office of Conservation

All Interested Owners, Represented Parties and Interested Parties

